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- (c) transactions involving the acquisition or disposal of various parcels of land contiguous to each other.

[Cross reference: Guidance Note 7]

10.13 Diversification in operations carried on by a listed corporation

- (1) A listed corporation must obtain its shareholder approval in a general meeting for any transaction or business arrangement which might reasonably be expected to result in either -
- (a) the diversion of ~~50~~25% or more of the net assets of the listed corporation to an operation which differs widely from those operations previously carried on by the listed corporation; or
 - (b) the contribution from such an operation of ~~50~~25% or more of the net profits of the listed corporation.

In assessing the extent of the diversification or the amount of contribution to net profits, consideration should be taken of any associated transactions or loans affected or intended and of contingent liabilities or commitments.

- (2) For the purpose of sub-Rule (1) above, the Exchange may aggregate separate transactions and treat such transactions as if they were one transaction if the terms of the transaction were agreed upon within a period of 12 months and the total percentage ratio of assets allocated for the diversification is 25% or more.

[End of Chapter]